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CC N. Shepherl

DIVISION OF OIL GAS & WINNE

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September 8, 1989

Mr. Lowell Braxton Associate Director Department of Natural Resources Division of Oil, Gas & Mining Three Triad Center, Suite 350 Salt Lake City, UT 84180-1203

> RE: Reclamation Surety for Tony M/Lucky Strike Mines (Act/017/001) and Frank M Mine (Act/017/017)

Dear Lowell:

The Reclamation Surety posted for the above referenced mines by my client, Nuclear Fuel Services, Inc. ("NFS"), pursuant to the Board of Oil, Gas and Mining's approvals on August 24, 1989, is slightly different than that described in my letter to you of August 30, 1989. The purpose of this letter is to simply explain what has occurred in order that your files will be clear.

My letter contemplated delivery of our trust account check to you in the amount of \$187,256.58, which check would be negotiated and deposited in a Division of Oil, Gas and Mining ("DOGM") account. In subsequent discussions with Diane Nielson, Director of DOGM, it was agreed that a Certificate of Deposit ("CD") would be acceptable in lieu of the posting of cash.

On September 5, 1989, I obtained CD No. from First Interstate Bank of Utah, N.A., in the name of DOGM and in the amount of \$187,256.58; a copy of that CD is attached hereto. The CD was delivered to you on September 6, 1989 and at that time you Mr. Lowell Braxton September 8, 1989 Page 2

returned to me our trust account check described in my letter. Accordingly, NFS has now posted the required reclamation surety.

Yours truly,

F. Alan Fletcher

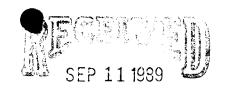
FAF/lh

cc: Mr. Paul F. Schutt

Mr. Dan Miller

Mr. Ken May

1235.01



ON ISION OF OIL, GAS & MINING

•		UTAH BANK NOTE COMPANY (801) 322	1071	
	:		TIME CERTIFICATE OF DEPO NON-TRANSFERABLE & NON-NEGO	1
<i>5</i> .,	First Interstate Bank	First Interstate Bank of Utah, N.A.	#	
355 "Depositor(s)") has (have) payable to Depositor(s) or d	DIV. OF OIL GAS & M. NORTH TEMPLE 3 TR deposited the sum of**CNE porder, upon presentation and su of "maturity"), with interest at	HUNDRED EIGHT SEVEN irrender of this certificate, proper	. NIELSON 50 SALT LAKE CITY, UTAH 84180- THOUSAND, TWOO HUNDRED FIFTY S y endorsed. 30 DAYS r annum from the date hereof to maturity, with the	STATE 58 & Gays
ax Identification Number If Registered Owner  yps Customer #	New or Int. Pay	Authori Signati	TO GROWIELL	r Savings
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